AMENDED IN SENATE JULY 8, 1996 AMENDED IN SENATE JUNE 25, 1996 AMENDED IN ASSEMBLY APRIL 8, 1996

CALIFORNIA LEGISLATURE—1995-96 REGULAR SESSION

ASSEMBLY BILL

No. 3452

Introduced by Assembly Member Brown

February 23, 1996

An act to add Section 65584.6 to the Government Code, relating to housing.

LEGISLATIVE COUNSEL'S DIGEST

AB 3452, as amended, Brown. Housing: regional housing needs: Napa County.

Existing law requires each city, county, and city and county to adopt for its jurisdiction, according to specified deadlines, a general plan that includes certain mandatory elements, including a housing element.

Existing law requires that the housing element include, among other things, an identification and analysis of existing and projected housing needs and a statement of goals, policies, objectives, quantified financial resources, and for programs the preservation, improvement, development of housing. Existing law provides that the share of a city or county of the regional housing needs includes that share of the housing need of persons at all income levels within the area significantly affected by a general plan of the city or **AB 3452**

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county, and further provides that the distribution of regional housing needs shall take into consideration specified factors.

This bill would authorize the County of Napa, if certain conditions are met, and during its current housing element planning period, to transfer up to 15% of its existing share of the regional housing need for lower income households by committing funds collected by the county for the purpose of constructing affordable housing units, and constructing those units in one or more cities within the county, as specified. The bill would authorize Napa County to meet a percentage of its share of the regional share housing needs allocation in this manner only until June 30, 2004, unless a later enacted statute, that is enacted before June 30, 2004, deletes or extends that date.

Vote: majority. Appropriation: no. Fiscal committee: no yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- SECTION 1. The Legislature finds and declares all of 1 2 the following:
- (a) In order to fulfill the purposes of Sections 65583 housing should 4 65584, be developed jurisdictions to which the housing need is allocated.
 - (b) Due to circumstances unique to Napa County, and in order to provide additional and new housing for lowand moderate-income households, the county may meet a portion of its fair share housing needs allocation in one or more cities only within the county.
- (c) Among the circumstances making it appropriate 11 12 for Napa County to undertake this authority are both of the following: 13
- (1) The county has 35,000 acres of world-famous 15 vineyards and unincorporated area. The county's tourism industry relies on the vineyards and devotes its significant economic interests on those vineyards.
- 18 (2) The county has adopted a Housing Trust Fund program for residential development 19 and a fee 20 industrial, commercial, and viticultural development in unincorporated areas. The Housing Trust

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generates approximately five hundred fifty currently thousand dollars (\$550,000) per year to further affordable goals and strategies of the county's general plan, and these moneys can be effectively invested in partnership with the cities in the county in order to address affordable housing needs of county residents.

SEC. 2. Section 65584.6 is added to the Government Code, to read:

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65584.6. (a) The County of Napa may, during its 10 current housing element planning period identified in Section 65588, transfer up to 15 percent of its existing share of the regional housing need for lower income 13 households, as defined in Section 65584 by committing 14 funds collected by the county for the purpose constructing affordable housing units, and constructing 16 those units in one or more cities within the county, but only after both of the following conditions are met:

- (1) An agreement has been executed between the 19 county and the transferring receiving city or cities.
 - (2) Prior to the execution of the transfer agreement, the council of governments that assigned the county's share shall approve the request to transfer a portion of the county's fair share housing allocation to its cities in order to meet the eligible portion of the county's fair share housing allocation within the city or cities within the county, but only if all of the following conditions are met:
 - (A) The city or cities in which the units are developed agree not to count the units towards their share of the region's affordable housing need.
 - (B) The county and the receiving city or cities have entered into a binding, written transfer agreement which includes a plan and schedule for construction of dwelling units by the end of the current housing element planning period, and a finding that both of the following exist:
- (i) In addition to the sites needed to meet the city's or 36 cities' existing share of the regional need for low- and very low income households, adequate sites, with appropriate zoning, development standards, and public services and facilities needed to accommodate the additional units.

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(ii) If needed, additional subsidy or financing for the construction of the transferred units.

- (C) The receiving city or cities have housing elements that have been found by the Department of Housing and Community Development to be in compliance with this article.
- of (b) If the council governments referred paragraph (2) of subdivision (a) does not respond within 30 days to a proposed transfer agreement pursuant to 10 subdivision (a), the transfer agreement shall be deemed approved.
- (c) Within 30 days after a transfer agreement is 13 executed pursuant to subdivision (a), or after a transfer 14 agreement is deemed approved pursuant to subdivision Department of Housing and 15 (b). the Community 16 Development shall hold a public hearing to evaluate and 17 determine whether the transfer agreement 18 substantial compliance with this section. Any public 19 hearing shall be held within the county.
- (d) If at the end of the five-year period identified in 21 subdivision (c) of Section 65583, any percentage of the regional share allocation has not been constructed as provided pursuant to subdivision (a), the council of governments shall add the unbuilt units to Napa County's 25 regional share allocation for the planning period of the next periodic update of the housing element.

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28 (e) On or after June 30, 2004, Napa County shall not 29 meet a percentage of its share of the regional share 30 pursuant to subdivision (a), unless a later enacted statute, 31 that is enacted before June 30, 2004, deletes or extends 32 that date.